

SuperLife KiwiSaver scheme

SuperLife^{Age Steps} - Age 20

Investment update for the quarter ended 31 December 2018

This investment update was first made publicly available on 13 February 2019.

What is the purpose of this update?

This document tells you how SuperLife^{Age Steps} - Age 20 (the **stage**) has performed and what fees were charged. The document will help you to compare the stage with other funds. Smartshares Limited prepared this update in accordance with the Financial Markets Conduct Act 2013. This information is not audited and may be updated.

Description of this stage

SuperLife^{Age Steps} automatically sets the proportion of your investment in income and growth assets based on your age. As you get older, the proportion of your investment in more volatile growth assets will be reduced, lowering the expected size of the ups and downs in the value of your investment. This option may be suitable if you are saving for retirement (assumed to be age 65), and assumes you will continue to invest your savings and spend them over your retirement period.

Your SuperLife^{Age Steps} - Age 20 investment will be allocated 4% to income assets and 96% to growth assets.

Total value of SuperLife^{Age Steps} - Age 20: \$1,173,451
 Number of investors in SuperLife^{Age Steps} - Age 20: 386
 The date SuperLife^{Age Steps} - Age 20 started: 15 September 2013

What are the risks of investing?

Risk indicator for SuperLife^{Age Steps} - Age 20



The risk indicator is rated from 1 (low) to 7 (high). The rating reflects how much the value of the stage's assets goes up and down. A higher risk generally means higher potential returns over time, but more ups and downs along the way.

To help you clarify your own attitude to risk, you can seek financial advice or work out your risk profile at www.sorted.org.nz/tools/investor-kickstarter.

Note that even the lowest category does not mean a risk-free investment, and there are other risks that are not captured by this rating.

This risk indicator is not a guarantee of a stage's future performance. The risk indicator is based on the returns data for 5 years to 31 December 2018. While risk

indicators are usually relatively stable, they do shift from time to time. The risk indicator will continue to be updated in future investment updates.

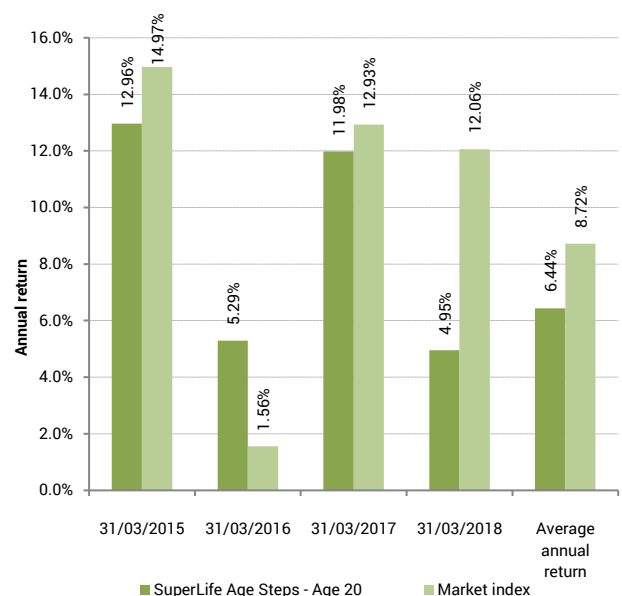
See the Product Disclosure Statement for the SuperLife KiwiSaver scheme for more information about the risks associated with investing in this stage.

How has the stage performed?

	Average over past 5 years	Past year
Annual return (after deductions for charges and tax)	6.38%	-6.27%
Annual return (after deductions for charges but before tax)	7.15%	-6.29%
Market index annual return (reflects no deduction for charges and tax)	7.72%	-4.70%

The market index annual return is based on the weighted average annual return of the market indices used to measure the performance of the assets that the stage invests in. Additional information about the market index is available in the 'Other Material Information' document on the offer register at www.disclose-register.companiesoffice.govt.nz.

Annual return graph





This shows the return after fund charges and tax for each year ending 31 March since the stage started. The last bar shows the average annual return since the stage started, up to 31 December 2018.

Important: This does not tell you how the stage will perform in the future.

Returns in this update are after tax at the highest prescribed investor rate (PIR) of tax for an individual New Zealand resident. Your tax may be lower.

What fees are investors charged?

Investors in SuperLife^{Age Steps} - Age 20 are charged fund charges. In the year to 31 March 2018 these were:

	% per annum of stage's net asset value
Total fund charges	0.61%
Which are made up of:	
Total management and administration charges	0.61%
Including:	
Manager's basic fee	0.37%
Other management and administration charges	0.24%
Other charges	Dollar amount per investor
Administration fee	\$30 per annum

Investors may also be charged individual action fees for specific actions or decisions (for example, if an investor has a financial adviser and has agreed to pay a fee to the adviser for providing financial advice). See the Product Disclosure Statement for the SuperLife KiwiSaver scheme for more information about those fees.

Small differences in fees and charges can have a big impact on your investment over the long term.

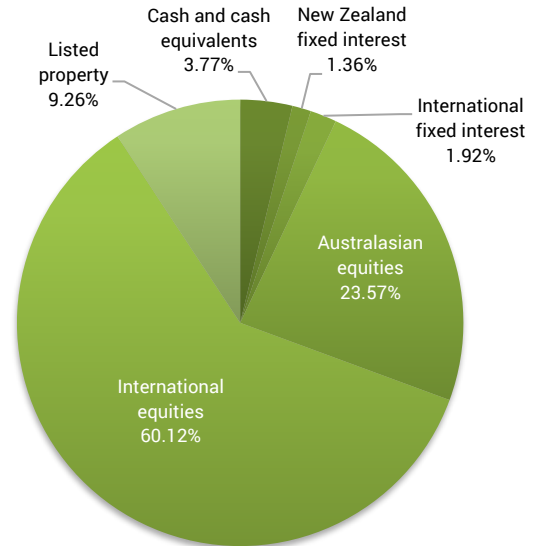
Example of how this applies to an investor

Jess had \$10,000 in the stage and did not make any further contributions. At the end of the year, Jess incurred a loss after fund charges were deducted of -\$627 (that is -6.27% of her initial \$10,000). Jess paid other charges of \$30. This gives Jess a total loss after tax of -\$657 for the year.

What does the stage invest in?

Actual investment mix

This shows the types of assets that the stage invests in.



Target investment mix

This shows the mix of assets that the stage generally intends to invest in.

Asset Category	Target asset mix
Cash and cash equivalents	1.00%
New Zealand fixed interest	1.00%
International fixed interest	3.00%
Australasian equities	24.00%
International equities	64.00%
Listed property	7.00%
Unlisted property	-
Commodities	-
Other	-



Top 10 investments

Name	% of stage's net asset value	Type	Country	Credit rating (if applicable)
Vanguard S&P 500 ETF	12.46%	International equities	United States	
Vanguard FTSE Europe ETF	11.52%	International equities	United States	
Vanguard FTSE Emerging Markets ETF	10.01%	International equities	United States	
Vanguard FTSE Pacific ETF	7.62%	International equities	United States	
Vanguard Mid-Cap ETF	4.82%	International equities	United States	
Vanguard Value ETF	4.81%	International equities	United States	
Vanguard Small-Cap ETF	4.05%	International equities	United States	
Vanguard International Property Securities Index Fund Hedged	3.44%	Listed property	Australia	
Vanguard Total World Stock ETF	1.46%	International equities	United States	
Vanguard International Credit Securities Index Fund Hedged	1.25%	International fixed interest	Australia	

The top 10 investments make up 61.44% of the stage's net asset value.

Currency hedging

SuperLife^{Income} and SuperLife¹⁰⁰ (which are funds the stage invests into) do not hedge their foreign currency exposure, but these funds may invest in other funds which hedge their foreign currency exposure.

Key personnel

This shows the directors and employees who have the most influence on the investment decisions of the stage:

Name	Current position	Time in current position	Previous or other positions	Time in previous / other position
Guy Roulston Elliffe	Director	3 years and 1 month	Corporate Governance Manager - ACC	3 years and 8 months
Mark John Peterson	Director	1 year and 2 months	Chief Executive Officer - NZX	1 year and 11 months
Hugh Duncan Stevens	Chief Executive Officer - Smartshares	10 months	Chief Operating Officer - Implemented Investment Solutions Ltd	2 years and 6 months
Alister John Williams	Director	3 years and 1 month	Investment Manager - Trust Management	3 years and 11 months
Lindsay Megan Wright	Director	6 months	Director - NZX	10 months

Further information

You can also obtain this information, the Product Disclosure Statement for the SuperLife KiwiSaver scheme, and some additional information, from the offer register at www.disclose-register.companiesoffice.govt.nz.